

Municipal Secondary Market Disclosure Information Cover Sheet

This cover sheet should be sent with all submissions made to the Municipal Securities Rulemaking Board, Nationally Recognized Municipal Securities Information Repositories, and any applicable State Information Depository, whether the filing is voluntary or made pursuant to Securities and Exchange Commission rule 15c2-12 or any analogous state statute.

See www.sec.gov/info/municipal/nrmsir.htm for list of current NRMSIRs and SIDs

IF THIS FILING RELATES TO A SINGLE BOND ISSUE:

Provide name of bond issue exactly as it appears on the cover of the Official Statement
(please include name of state where issuer is located):

\$8,850,000
City of San Diego
Reassessment District No. 2003-1
Limited Obligation Refunding Bonds

Provide nine-digit CUSIP* numbers if available, to which the information relates:

Maturity – CUSIP
2006 – 797283 RH3
2007 – 797283 RJ9
2008 – 797283 RK6

Maturity – CUSIP
2009 – 797283 RL4
2010 – 797283 RM2
2012 – 797283 RP5

Maturity – CUSIP
2014 – 797283 RR1
2017 – 797283 RU4

IF THIS FILING RELATES TO ALL SECURITIES ISSUED BY THE ISSUER OR ALL SECURITIES OF A SPECIFIC CREDIT OR ISSUED UNDER A SINGLE INDENTURE:

Issuer's Name (please include name of state where Issuer is located): _____

Other Obligated Person's Name (if any): _____

Provide six-digit CUSIP* number(s), if available, of Issuer:

*(Contact CUSIP's Municipal Disclosure Assistance Line at 212.438.6518 for assistance with obtaining the proper CUSIP numbers.)

TYPE OF FILING:

☒ Electronic (Number of pages attached): 2 ☐ Paper (Number of pages attached): _____

If information is also available on the Internet, give URL: _____

WHAT TYPE OF INFORMATION ARE YOU PROVIDING? (Check all that apply)

A. ☐ Annual Financial Information and Operating Data pursuant to Rule 15c2-12

(Financial information and operating data should not be filed with the MSRB.)

B. ☐ Audited Financial Statements or CAFR pursuant to Rule 15c2-12

C. ☐ Notice of a Material Event pursuant to Rule 15c2-12 (Check as appropriate)

- | | |
|--|--|
| 1. <input type="checkbox"/> Principal and interest payment delinquencies | 6. <input type="checkbox"/> Adverse tax opinions or events affecting the tax-exempt status of the security |
| 2. <input type="checkbox"/> Non-payment related defaults | 7. <input type="checkbox"/> Modifications to the rights of security holders |
| 3. <input type="checkbox"/> Unscheduled draws on debt service reserves reflecting financial difficulties | 8. <input type="checkbox"/> Bond calls |
| 4. <input type="checkbox"/> Unscheduled draws on credit enhancements reflecting financial difficulties | 9. <input type="checkbox"/> Defeasances |
| 5. <input type="checkbox"/> Substitution of credit or liquidity providers, or their failure to perform | 10. <input type="checkbox"/> Release, substitution, or sale of property securing repayment of the securities |
| | 11. <input type="checkbox"/> Rating changes |

D. ☐ Notice of Failure to Provide Annual Financial Information as Required

E. ☒ Other Secondary Market Information (Specify): **Voluntary Report of Information Relating to Certain Parcels within Reassessment District 2003-1 and Published Reports Pertaining to the Discovery of a Drug Smuggling Tunnel**

I hereby represent that I am authorized by the issuer or obligor or its agent to distribute this information publicly:

Issuer Contact:

Name: **MARK BLAKE**

Title: **DEPUTY CITY ATTORNEY, FINANCE**

Employer: **CITY OF SAN DIEGO**

Address: **1200 THIRD AVENUE, MAIL STATION 59, SAN DIEGO, CA 92101**

Dissemination Agent Contact, if any:

Name

Title:

Employer:

Address:

Obligor Contact, if any:

Name

Title:

Employer:

Address:

Investor and Credit Relations Contact:

Name:

Title:

Telephone:

Fax:

**VOLUNTARY REPORT OF INFORMATION
DATED FEBRUARY 24, 2006**

**City of San Diego
Reassessment District No. 2003-1
Limited Obligation Refunding Bonds
(CUSIP Number 797283)**

The City of San Diego, California (the "City") is submitting this Voluntary Report of Information (this "Report") to the Nationally Recognized Municipal Securities Information Repositories ("NRMSIRs"). The City may or may not from time to time voluntarily submit additional information. This submission does not constitute a commitment to provide information beyond the disclosure requirements of the Continuing Disclosure Certificate related to the above referenced issuance.

This Report is dated as of February 24, 2006 (the "Dated Date") and speaks only as of the Dated Date. Readers are cautioned not to assume that any information has been updated beyond the Dated Date unless this Report expressly states that it constitutes an update of a specific matter in a document. The City expressly disclaims any duty to provide an update of this Report or a further update of any document, or matter therein, specifically referenced.

The filing of this Report does not constitute or imply any representation (1) that any or all of the information provided is material to investors, (2) regarding any other financial, operating or other information relating to the security for the referenced securities, (3) that no changes, circumstances or events have occurred which may have a bearing on the security for the referenced securities or an investor's decision to buy, sell, or hold the referenced securities.

Any statements regarding the referenced securities, other than a statement made by the City in an official release or subsequent notice or annual report, published in a financial newspaper of general circulation and/or filed with the Municipal Securities Rulemaking Board or the NRMSIRs, are not authorized by the City. The City shall not be responsible for the accuracy, completeness, or fairness of any such unauthorized statement.

Dated: February 24, 2006

CITY OF SAN DIEGO


Jay M. Goldstone
Chief Financial Officer

**VOLUNTARY REPORT OF INFORMATION
DATED FEBRUARY 24, 2006**

Based upon reports published in the San Diego Union Tribune in late January and early February of 2006, the City has reason to believe that up to two parcels in the Reassessment District (the "Parcels") may be sited on top of, and, in the case of one such parcel, provide an entrance to, a drug smuggling tunnel discovered by United States agents that extends from Mexico to San Diego. As of the date of this report, there are no delinquencies in the collection of assessment installments pertaining to the Parcels. In addition, the City currently has no knowledge that the United States of America (the "United States") has taken action to seize, or otherwise take control of, the Parcels; however, based upon the City's experience with respect to two other parcels located within the Reassessment District and owned by the United States (the "USA Parcels"), and as more fully described in the Official Statement, the United States has taken such action in the past. Based also upon the City's experience with respect to the USA Parcels, if the United States does take ownership of the Parcels, there could be delays with respect to the payment of any assessment installments that become due and payable during such period of United States ownership. The unbilled reassessment lien pertaining to the Parcels constitutes 1.9% of the overall unbilled reassessment lien for the Reassessment District.

The USA Parcels have remained continuously in default since the Official Statement was published. As described in the Official Statement, the USA Parcels are subject to the reassessment lien; however, for so long as they are owned by the United States, they are not subject to foreclosure of the lien of the Reassessment District. While the United States government acknowledges an obligation to pay the assessments on the USA Parcels, as of the date of this report it has not done so. The City continues to seek payment from the United States government on the amount due. The unbilled reassessment lien pertaining to the USA Parcels constitutes 0.6% of the overall unbilled reassessment lien for the Reassessment District, and, together with the unbilled reassessment lien on the Parcels, constitutes 2.5% of such overall lien.